

MAR 1952 04-6

CLASSIFICATION ~~RESTRICTED~~  
 SECURITY INFORMATION  
 CENTRAL INTELLIGENCE AGENCY  
 INFORMATION FROM

FOR OFFICIAL USE ONLY

REPORT

CD NO.

COUNTRY China

DATE OF  
INFORMATION 1951SUBJECT Economic - Taxes on domestic and imported  
goods

DATE DIST. 10 Nov 1953

HOW  
PUBLISHED Book

NO. OF PAGES 3

WHERE  
PUBLISHED PeipingDATE  
PUBLISHED Jun 1951SUPPLEMENT TO  
REPORT NO.

LANGUAGE Chinese

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE  
 OF THE UNITED STATES, WITHIN THE MEANING OF TITLE 18, SECTIONS 793  
 AND 794, OF THE U.S. CODE, AS AMENDED. ITS TRANSMISSION OR REVE-  
 LATION OF ITS CONTENTS TO OR RECEIPT BY AN UNAUTHORIZED PERSON IS  
 PROHIBITED BY LAW. THE REPRODUCTION OF THIS FORM IS AUTHORIZED.

THIS IS UNEVALUATED INFORMATION

SOURCE

Chung-yang Ts'ai-ching-cheng-ts'e Fa-ling Hui-pien (Compendium of Laws  
 and Decrees on the Financial and Economic Policies of the Central Peo-  
 ple's Government), Vol II, pages 417-422

PROVISIONAL REGULATIONS FOR MERCHANDISE TAXES IN CHINA

The following regulations were approved by the 17th session,  
 27 January 1950 and the 63d session, 5 December 1950, of the Govern-  
 ment Administration Council.

1. Merchandise within the meaning of these regulations refers to both do-  
 mestically produced goods and goods imported from abroad. Taxes are to be paid  
 in accordance with these regulations except in specially designated cases.
2. Those responsible for paying the tax are the producers and importers of  
 taxable goods in accordance with regulations of the General Tax Bureau of the  
 Ministry of Finance.
3. Reduction in or exemption from the goods tax can be made only by the  
 Ministry of Finance. No local government or tax organization is allowed to grant  
 reductions in or exemptions from taxes
4. No goods on which tax has been paid are subject to retaxation when sold  
 anywhere else in the country.
5. Taxable items and the tax rate in percent are given in the following  
 table:

Items	Tax Rate
Tobacco and Liquor	
Cigarettes, machine or handmade	
Category (a)	120
Category (b)	110
Category (c)	100
Category (d)	90

- 1 -

CLASSIFICATION

~~RESTRICTED~~

FOR OFFICIAL USE ONLY

STATE	NAVY	NSRB	DISTRIBUTION						
ARMY	AIR	FBI							

STAT

<u>Items</u>	<u>Tax Rate</u>
Cigars	90
Cut tobacco	
High grade	100
Ordinary	45
Tobacco leaves	40
Whiskey	100
White or yellow wine	80
Beer and fruit wine	40
Medicinal spirits	30
Alcohol	80
Denatured alcohol	20
Goods of Noneconomic Value	
Firecrackers	20
Incense, tinfoil, etc	80
Cosmetics	
Category (a)	100
Category (b)	60
Foods	
Beverages	30
Tinned goods	20
High-priced foods	40
Sugar	30
Tea	20
Condiments	10
Sea foods	5
Casings and egg foods	5
Oatmeal	3
Fibres	
Cotton yarn and hemp yarn	15
Woolen yarn and woolen thread	
Category (a)	20
Category (b)	10
Woolen goods	5
Rayon	20
Silk goods	5
Hemp goods	5
Furs and pelts	
Category (a)	15
Category (b)	10
Category (c)	5
Personal Goods	
Clocks, electric fans, phonographs, and phonograph records	15
Porcelain, fine pottery, aluminum goods, glass goods, soap, radio receivers, thermos bottles, fountain pens, and bicycles	5
Perfume and tooth paste	10

ItemsTax Rate

## Industrial Goods

Matches, <u>metallic</u> paper, decorative	15
paper, and cigarette paper	5
Ordinary paper	5
Wood oil, bean oil, hemp oil, camellia oil	
peanut oil, and cottonseed oil	10
Chemical varnish, glue, painting materials, and	
dyestuffs	10
Alkalies	5
Ordinary glass	10
Cement	15
Manufactured bricks	5
Electric-light bulbs, electric wires, and	
dry cells	5
Nails, pipe, planking, and wire	5
Tires, inner tubes, rubber pipe, and	
battery cases	3
Rubber shoes, rubber blocks, and rubber	
wearing material	6

## Mineral Goods

Gold, silver, and tungsten	10
Tin, copper, lead, zinc, manganese,	
molybdenum, magnesium, mercury, gypsum,	
alum, mica, graphite, bismuth, fluorspar,	
borax, sulfur, realgar, soapstone, sodium,	
carbonate, and white marble	5
Coal, cast iron, coke, mineral oils, and	
their by-products	3
Bamboo and natural wood	5

- E N D -

STAT

STAT